

**UNITED STATES OF AMERICA**  
**Before the**  
**COMMODITY FUTURES TRADING COMMISSION**

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**In the Matter of the Application of  
International Derivatives Clearinghouse, LLC  
For Registration as a Derivatives Clearing Organization**

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**ORDER OF REGISTRATION**

International Derivatives Clearinghouse, LLC ("IDC") has submitted, pursuant to Section 5b of the Commodity Exchange Act (the "Act"), an application for registration as a derivatives clearing corporation ("DCO") along with exhibits and supporting materials submitted at various times (together, the "Application"). The Commodity Futures Trading Commission (the "Commission") has reviewed the Application. Based on the Application, the Commission finds that IDC has, subject to the terms and conditions specified, demonstrated compliance with the requirements of the Act and the Commission regulations promulgated thereunder applicable to the registration of DCOs. Therefore,

**IT IS ORDERED**, under Section 5b of the Act, 7 U.S.C. § 7a-1, that the application of IDC for registration as a DCO is granted subject to the terms and conditions specified herein.

**IT IS FURTHER ORDERED**, that:

(1) IDC shall limit its clearing activity as a registered DCO to futures contracts, options on futures contracts, commodity options, and over-the-counter derivative

contracts where interest rates and/or currencies constitute the underlying commodity or reference (collectively, such contracts and options, the "Interest Rate Contracts").

(2) IDC shall remain in compliance, and shall demonstrate compliance as requested by the Commission, with the Core Principles set forth in Section 5b of the Act. IDC shall fulfill each of the representations relating to compliance with the Core Principles, which IDC made in the Application. Such representations include, without limitation, the following:

(a) IDC shall maintain, at all times, sufficient working capital to cover its operational expenses on a one-year rolling basis. In the first year after the issuance of this Order, IDC shall calculate such operational expenses by annualizing its actual operational expenses from January 1, 2009 through the end of the month immediately preceding the date of the calculation. Thereafter, IDC shall calculate such operational expenses based upon its actual operational expenses for the year ending with the last complete month immediately preceding the date of calculation.

(b) IDC shall require, at all times, original performance bond no less than the greater of: (i) the amount needed to reasonably cover price moves in the relevant tranche of Interest Rate Contracts, calculated using one or two-day intervals and on an absolute value basis, at a 99.7% confidence interval; and (ii) the amount needed to reasonably cover the largest one-day price move in the relevant tranche of Interest Rate Contracts during the preceding 125 trading days.

(c) IDC shall maintain a guaranty fund with a minimum of \$80,000,000, or such greater amount as IDC shall calculate in accordance with IDC rules or risk management procedures, consistent with the Application. IDC shall ensure that the

guaranty fund is sufficient to cure any IDC losses resulting from the default of the IDC clearing member with the largest exposure to Interest Rate Contracts, calculated using the largest price move in Interest Rate Contracts over a one-day interval in the preceding two years.

(3) IDC shall promptly inform the Commission of any event, circumstance, or situation concerning any IDC operation that may materially detract from the ability of IDC to continue complying with any of the Core Principles set forth in Section 5b of the Act.

(4) IDC shall monitor and enforce the compliance of IDC clearing members with IDC admission and continuing eligibility standards, including IDC minimum adjusted net capital standards.

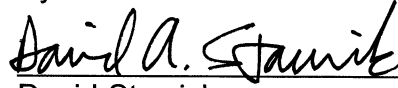
(5) IDC shall immediately inform the Commission of any default, suspension, termination, or forced liquidation of the positions of any IDC clearing member. IDC shall provide the Commission with information regarding the impact of a default of any IDC clearing member on the adequacy of IDC financial resources.

(6) In the event of an emergency, as described in the IDC rules, IDC shall use its best efforts to notify Commission officials prior to declaring the existence of such emergency, and shall, in any event, advise the Commission as soon as practicable by telephone, with subsequent confirmation in writing, of the IDC declaration of such emergency, the reasons for such declaration, and the actions that IDC has taken or intends to take in response to such emergency.

(7) IDC shall ensure the performance of all self-regulatory functions required of it as a DCO under the Act and Commission regulations, including enforcement of the terms of all IDC rules, regulations, and procedures.

Issued in Washington, D.C., this 22 day of December 2008.

By the Commission

A handwritten signature in black ink, reading "David A. Stawick", written over a horizontal line.

David Stawick

Secretary of the Commission